GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department - Proposal of M/s. Deccan Fine Chemicals (India) Private Limited for establishment of Greenfield Manufacturing Facility for Agrochemicals, Fine & Specialty Chemicals at Kumarapuram (V), Payakaraopeta (M), Anakapalli District, with a proposed investment of INR 1,560 Crore in two phases & with an employment generation potential for 1,800 persons - Extension of tailor-made incentives and other facilitations - Orders - Issued.

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INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 84 Dated: 23-05-2025

Read the following:

1. Proposal of M/s. Deccan Fine Chemicals (India) Private Limited dt:21.03.2025.
2. Minutes of the 9th State Investment Promotion Committee meeting held on 12.05.2025.
3. Minutes of the 6th State Investment Promotion Board meeting held on 15.05.2025.

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ORDER:

In the reference 1st read above, M/s. Deccan Fine Chemicals (India) Private Limited have proposed for establishment of Greenfield Manufacturing Facility for Agrochemicals, Fine & Specialty Chemicals at Kumarapuram (V), Payakaraopeta (M), Anakapalli District, with a proposed investment of INR 1,560 Crore (Phase-I: INR 855 Cr & Phase-II INR 705 Crore) at Kumarapuram (V), Payakaraopeta (M), Anakapalli District, and with employment generation potential for 1,800 persons (Phase-I: 900 persons; Phase-II: 900 persons) and requested for certain tailor-made incentives and other facilitations.

2. The project implementation milestones given by the firm for their project is as follows:-

Activity	**Phase-I**	**Phase-II**
Construction	Jul-2026 to Jun-2028	Jul-2028 to Dec-2028
Machinery Erection	September-2028	January-2029
Commencement of Trial	October-2028	February-2029
Commencement of Commercial Production	November-2028	March-2029

(p.t.o.)

3. Accordingly, the proposal from Director of Industries, A.P was placed before the State Investment Promotion Board (SIPB) meeting held on 15.05.2025 with recommendations of State Investment Promotion Committee (SIPC) in its meeting held on 12.05.2025. The SIPB after detailed discussion, has recommended the proposal of M/s. Deccan Fine Chemicals (India) Private Limited for establishment of Greenfield Manufacturing Facility for Agrochemicals, Fine & Specialty Chemicals at Kumarapuram (V), Payakaraopeta (M), Anakapalli District, with an investment of INR 1,560 Crore and employment generation potential for 1,800 persons.

4. Government, after careful consideration of the decision of the State Investment Promotion Board, hereby extend certain special package of incentives *(@22.93% of eligible FCI of INR 1,540 Crore)* and other facilitations to the above proposal of M/s. Deccan Fine Chemicals (India) Private Limited for establishment of Greenfield Manufacturing Facility for Agrochemicals, Fine & Specialty Chemicals at Kumarapuram (V), Payakaraopeta (M), Anakapalli District.

a. **Allotment of 76.08 acres** of Government land under "LA for Others" at Kumarapuram (V), Payakaraopeta (M), Anakapalli District for contiguity purpose of the proposed Greenfield Integrated Manufacturing Facility for Agrochemicals, Fine & Speciality chemicals, on actual cost basis.

b. **Facilitation:**
   i. Assistance in speeding up clearances for laying 80 MLD sea water intake and marine outfall pipelines from the AP State PCB and AP Coastal Zone Management Authority (CZMA).
   ii. Provide 132 kVA substation near Kumarapuram.
   iii. Permission to use borewell water to meet water requirements during construction period and domestic purposes.
   iv. Permission to use utility corridor along the Kesavaram plant to Kumarapuram unit for laying cables.

c. **Conversion of single-lane road into double-lane road :**
   Infrastructure upgradation between Kesavaram to Kumarapuram (~7km) and Kumarapuram to Srirampuram (V) (~6 km) under Panchayat Raj Department scheme.

d. **Grant of following tailor-made incentives**
   i. up to 18.7% of FCI as capital subsidy on investment of eligible FCI of INR 1,540 Crore by March 2029, capped at INR 288.1 Cr , to be paid over a period of 10 years.

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ii. Reimbursement of Power tariff at INR 1/ unit for 5 years from Date of Commercial Production, capped at INR 32.50 Crore.
iii. Exemption of electricity duty for 5 years, limited to INR 32.5 Crore.

4. The Special Chief Secretary/Principal Secretary/Secretary of the concerned departments such as Power Department, Water Resources Department, Industry and Commerce Department, Skill Development Department, Revenue (Land, Registration and Stamps) Department, Finance Department and other departments concerned are requested to take further necessary action accordingly, duly instructing their HODs and PSUs under them for expeditious grounding and implementation of the project.

5. The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited, Mangalagiri and the Director of Industries, Andhra Pradesh shall take further necessary action accordingly in coordination with the line Departments.

6. As envisaged under the Andhra Pradesh Industrial Development Policy (4.0) 2024-29, the Director of Industries shall assign the handholding for facilitations of all the inputs as required for expeditious grounding and implementation of this project to a senior level officer and should try to ensure that the project is implemented as per the expected timelines, duly facilitating the required approvals and clearances under the Single Desk Portal 2.0 and duly implementing the project as per the intended spirit of the Speed of Doing Business.

7. The Director of Industries, A.P., Mangalagiri should ensure that the PMU with the Department monitors the progress of the project, duly bringing the issues that are to be resolved, to the respective line departments, from time to time and resolve the issues and intimate the status of the progress of the project to the Government from time to time and bring the issues for resolution at the government end, if any, for smooth execution of the project.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N.YUVARAJ
SECRETARY TO GOVERNMENT

To
The Vice Chairman & Managing Director, APIIC Ltd., Mangalagiri.
The Director of Industries, A.P., Mangalagiri.
The M/s. Deccan Fine Chemicals (India) Private Limited.

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The Special CS/Principal Secretary/Secretary of the concerned
Department viz,
The Revenue (Land, Registration and Stamps) Department,
The Finance Department,
The PR&RD Department,
The MA&UD Department,
The EFS&T Department,
The Energy Department,
The Water Resource Department,
The Transport, Roads and Buildings Department,
The Skill Development Department,
The Infrastructure and Investment Department,
The Industry and Commerce (CIP) Department,
The Industry and Commerce (Mines) Department and other
Departments concerned
The Collector & District Magistrate, Anakapalli District., Anakapalli.
Copy to:
The Finance (FMU-I&I, Energy and I&C) Department.
The Revenue (CT) Department.
The Law (H) Department
The Accountant General, Andhra Pradesh.
The Chief Commissioner of Taxes.
The P.S. to Secretary to Chief Minister.
The P.S. to Hon'ble Minister (Ind. &Comm. Food Processing).
The P.S. to Chief Secretary to Government of Andhra Pradesh.
The P.S. to Secretary to Government & CIP, Industries& Commerce Dept.,
The G.A. (Cabinet.I) Department.
SC/SF. (Comp.No.2831776)

//FORWARDED::BY ORDER//

SECTION OFFICER